

FY 2023-24 DEPARTMENT OF EDUCATION BUDGET

GOVERNOR'S RECOMMENDATION

Article 5

Committee: Appropriations

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2022-23 YEAR-TO-DATE*	FY 2023-24 GOVERNOR'S RECOMMENDATION	CHANGES FROM FY 2022-23 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	621.5	634.5	13.0	2.1
GROSS	420,581,000	506,608,000	86,027,000	20.5
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	420,581,000	506,608,000	86,027,000	20.5
Less:				
Federal Funds	302,950,800	364,589,100	61,638,300	20.3
Local and Private	8,119,000	8,647,300	528,300	6.5
TOTAL STATE SPENDING	109,511,200	133,371,600	23,860,400	21.8
Less:				
Other State Restricted Funds	9,919,700	10,072,000	152,300	1.5
GENERAL FUND/GENERAL PURPOSE	99,591,500	123,299,600	23,708,100	23.8
PAYMENTS TO LOCALS	18,717,700	18,717,700	0	0.0

*As of February 7, 2023.

Major Boilerplate Changes from FY 2022-23 Year-to-Date:

- Deleted Sections.** The Governor deleted several sections, which include: 205 (Reporting Requirements), 212 (Department Website Requirement), 213 (Restricted Fund Report), 214 (Department Metrics), 215 (Legacy Cost Estimates), 219 (State Administrative Board), 221 (Policy Implementation Report), 222 (Employee Communication), 223 (Report Retention Requirement), 224 (Work Projection Appropriation), 225 (Severance Report), 227 (COVID-19 Vaccine), 229 (Federal Accountability Plan Notification), 230 (Nonpublic School Report), 231 (In-Person Work Requirement), 235 (Department Survey), 1004 (TEACH Program), 1010 (Federal Child Care and Development Program Notification), and 1013 (Child Care Enhancement Report).
- New Sections.** The Governor included several new sections, which include: **NEW** 211 (Diversity, Equity, and Inclusion Requirement), **NEW** 310 (School Infrastructure and Consolation appropriations), and **NEW** 1014 (Family and Community Engagement appropriations).
- Office of Great Start Readiness Modified Sections.** The Governor made several modifications to boilerplate in the Office of Great Start, which includes: 1002 (Child Development and Care Reimbursement Rate), 1007 (Child Development and Care - External Support Report), 1009 (Child Development and Care Income Entry Threshold), and 1011 (Child Development and Care Biweekly Block Reimbursement).

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FY 2022-23 Year-to-Date Appropriation		\$420,581,000	\$99,591,500		
		CHANGE FROM FY 2022-23 Y-T-D		FY 2023-24 RECOMMENDED APPROPRIATION	
		Gross	GF/GP	Gross	GF/GP
<u>Baseline Adjustments</u>					
1. Community Distribution Fees. The Governor increased Community Distribution Fees due to increased restricted fund revenue from increased Federal funds during the pandemic. The funds are used to support food programs and mitigate the impact of food spoilage.		78,300	0	150,000	0
2. Technical Adjustments. The Governor included technical adjustments to account for economic adjustments in the Child Development and Care External Support line item and a Federal matching fund adjustment in the Child Development and Care Public Assistance line item.		(89,300)	(195,700)	N/A	N/A
3. Economic Adjustments. Includes a negative \$86,000 Gross and positive \$31,700 GF/GP for total economic adjustments.		(86,000)	31,700	N/A	N/A
<u>New Programs/Program Increases</u>					
4. Child Development and Care. The Governor included an additional \$73.5 million in Federal funds for the Child Development and Care program. Of the total, \$72.0 million is to maintain the income entry threshold at 200% of the Federal Poverty Level and \$1.5 million is for ongoing supports for infant and toddler mental health.		73,500,000	0	271,080,000	50,840,200
5. Family and community engagement. The Governor included a total of \$5.5 million and 6.0 FTE positions for a new Family and Community Engagement program. Of the total, \$985,200 would fund 6.0 FTE positions to provide support throughout the State, \$2.5 million would support Literacy Hubs, and \$1.5 million would support training. The additional funding of \$482,700 would support One-Time implementation costs and are included in item #14 below.		5,017,300	5,017,300	5,017,300	5,017,300
6. School Infrastructure and Consolidation Administration. The Governor included \$756,500 and 2.0 FTE positions to coordinate and oversee resources allocated in the School Aid Budget for school infrastructure needs.		756,500	756,500	N/A	N/A
7. Camp Tuhsmeheeta. The Governor increased Private fund authorization by \$500,000 for Camp Tuhsmeheeta to support upkeep costs at the campground.		500,000	0	1,000,400	0

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	CHANGE FROM FY 2022-23 Y-T-D		FY 2023-24 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
8. Math Education Support. The Governor included \$303,700 and 2.0 FTE positions to administer new Math learning investments in the School Aid Budget.	303,700	303,700	N/A	N/A
9. School Nurse Support. The Governor included \$160,000 and 1.0 FTE position to provide health related supports in cooperation with the Michigan Department of Health and Human Services.	160,000	160,000	N/A	N/A
10. Mental Health Support. The Governor included \$151,900 and 2.0 FTE positions to provide support and guidance to school districts regarding mental health.	151,900	151,900	N/A	N/A
11. Head State Background Checks. The Governor included a total of \$200,000 in Federal funds to Heart Start to provide required background checks for Head Start staff. Of the total, \$100,000 is provided in Ongoing funding and \$100,000 in One-Time funding included in item #17 below.	100,000	0	421,900	63,800
12. Michigan Teacher of the Year. The Governor increase Private funds \$51,900 to increase the charitable giving to the Michigan Teacher of the Year program.	51,900	0	N/A	N/A
<u>Eliminations/Reductions - NONE</u>				
<u>One-Time Appropriations</u>				
13. E Rate Matching Funds. The Governor included One-Time Appropriations to provide reimbursement to schools for their 10% matching requirement to acquire Federal E-rate Special Construction Funds. This is estimated to bring in \$45.0 million to the State.	5,000,000	5,000,000	5,000,000	5,000,000
14. Family and Community Engagement. The Governor included One-Time Appropriation to support the implementation cost for Family and Community Engagement program in item #5.	482,700	482,700	482,700	482,700
15. School Board Member Training. The Governor included One-Time appropriations to continue support for School Board Member Training.	150,000	150,000	150,000	150,000
16. Poet Laureate. The Governor included One-Time appropriations to continue support for the Michigan Poet Laureate.	100,000	100,000	100,000	100,000
17. Head Start Background Checks. The Governor included \$100,000 in One-Time Federal funds to provide required background checks for Head Start staff in addition to the ongoing appropriations in item #12.	100,000	0	100,000	0

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	CHANGE FROM FY 2022-23 Y-T-D		FY 2023-24 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
18. FY 2022-23 One-Time Appropriations Removal. The Governor removed FY 2022-23 One-Time Appropriations, which includes \$150,000 for School Board Member Training and \$100,000 for Poet Laureate.	(250,000)	(250,000)	0	0
Other				
19. Child Development and Care TANF Fund Shift. The Governor shifted \$12.0 million in Federal TANF funds to GF/GP in the Child Development and Care program.	0	12,000,000	N/A	N/A
20. TEACH Scholarship Line-Item Rollup. The Governor rolled the TEACH Scholarship line-item into the Child Development and Care Contracted Services line item.	0	0	N/A	N/A
Total Changes.....	\$86,027,000	\$23,708,100		
FY 2023-24 GOVERNOR'S RECOMMENDATION.....	\$506,608,000	\$123,299,600		

Date Completed: 2-10-23

Fiscal Analyst: Cory Savino